Secl. II 27 104/

Food & Agri. **(1951) Department.**

MS **SERIES.**

G.O. NO. 2483

2483

Dated 31-12-1951

31.12.1951

[Despatch Abstract.]

C.S - Paddy & Rice - S Kanara Dt - Claim S.K.C.C.W. Stores Ltd, Mangalore - Recovery of loss incurred by the Stores - Discontinuement re Consignment - Excess collections made by Stores. Refund ordered.

35648

BOARD OF REVENUE (CIVIL SUPPLIES)
Abstract:-

Procurement - Paddy and Rice - South Kanara dist. - Claim of the South Kanara Central Cooperative Wholesale Stores, Mangalore--Recoupment of loss incurred by the stores--Report on the collections made--Submitted

-x-x-x-x-x-x-x-x-x-x-x-x-x-x-x-x-x-x-x-x-x-x-x-x-x-x-x-x-x-x-x-

Board's Ref.No.40568/UV/50 CS dated 18-9-51.

From

Sri V.S.Hejmadi, I.C.S.
Commissioner of Civil Supplies.

Sri K.S.Prakasa Rao, B.A.
Joint Secretary to the
Commissioner of Civil Supplies.

P 15-16 cy (U)

-x-x-

Read:- G.O.Ms.No.899 (Food and Agriculture) dated 3-5-51.
Not received —Board's Ref.No.40568/UV/50-16 CS dated 7-8-1951.
From the Collector of South Kanara, Ref.C.No.W7. 22631/51 dated 28-8-1951.

P. 3 below

-x-x-x-x-

Submitted to Government.

2.The Collector of South Kanara has ordered the discontinuance of the increase in the issue price effected by 8 annas per maund with effect from 19-8-1951 and has promised to submit a further report regarding the collections made in the months of July and August 51. The Board's final report will be submitted on receipt of the Collector's further report.

3.The Collector has not allowed the stores to collect the sales tax on Rs.3232-8-11 representing the difference in the margin of profit but has allowed the recoupment of the sales tax on the amounts of sales tax on bonus surcharge and transport charges specifically allowed for recoupment by increase in prices. The Board recommends that the Collector's action may be approved.

K.Srinivasan
For JOINT SECRETARY. 18.9.5

To
The Secretary to Government,
Food and Agriculture Department,
Fort Saint George, Madras.
(with enclosure)

balu.18.9.

Wyd 19/57

Copy of the letter Ref.C.No.W7.22631/51 dated 28-8-1951. from the Collector of South Kanara addressed to this office.

Sub:- Procurement and distribution--South Kanara district South Kanara Central Coperative Wholesale Stores Ltd. Mangalore--Recoupment of loss incurred by the stores--Report on collections made.

Ref:- Board's Ref.No.40568/UV/50-16 dated 7-8-1951.
My interim report Ref.C.No.22631/51/W7 dated 20-8-51.

The total amount for recoupment excluding the excess collection of Rs.9149-8-0 is Rs.128973-6-10 as detailed below. The figure reported in my letter Fdl.1011/51-(6) dated 16-7-51 viz.Rs.128955-..-4 is a mistake for Rs.128973-6-10 because a sum of Rs.18-2-6 was erroneously excluded in the demand by oversight.

G.O.Ms.No.283 Food and Agriculture dated 16-2-1951.

Ref.87744/UV/50

G.O.No.899 Food and Agriculture dated 3-5-51.

G.O.No.900 Food and Agriculture d/3-5-51

Memo.No.36141-A-51-2 dated 6-6-51.

1. Loss on account of transport charges incurred in 1944-45 Rs.91641-12
2. Sales tax on item (1) above Rs.1431-14-6
3. Sales tax on the amount of transport charges collected by the stores during 1947-48 and during 1948-49 upto 30-6-49, 6469-12-6
4. Sales tax paid on collection of bonus surcharge. 25694-13-3
5. Sales tax on items (3) and (4) 502- 9-3
6. Retrospective effect to the enhanced margin of profit allowed to the stores being the difference in the margin on the stocks handled

from 1-13-51 to 27-1-51 Rs.3232-3-11

Total demand. 12[illegible]3-6-10

X I presume that the stores is eligible for the sales tax claim in items (2) and (3) above. The margin of profit allowed to the stores for locally procured articles is inclusive of sales tax and as such it cannot claim sales tax for Rs.3232-3-11 vide item (c) above. I request the favour of orders on this point.

2. The progressive total of collections upto the end of June 1951 is furnished below:-

Excess collection upto February 1951	9149-8-0
Collection in March 1951.	14334-8-3
Collection in April 1951	17627-11-6
Collection in May 1951.	25075-11-3
Collection in June 1951.	38456-12-10
	104044-4-3

Balance--Rs.24529-2-7 at the end of June 1951.

I have ordered the discontinuance of the increase in the issue price by 8 annas per maund with effect from 19-8-51. The actual collections in the months of July and August 1951 will be ascertained and a final report submitted to the Board shortly.

(True Copy)

C N Rajagopal 18/9/51
Superintendent.

W 18/9/51

Food & Agrn. Deptt (A)

Memorandum No. 65648-A/51-1 dt 1/10/57

Subject:- Procurement - Paddy & Rice - South Kanara District - Claim of the South Kanara Central Coop. Wholesale Stores, Mangalore - Recompment of loss incurred by the Stores - Report on the Collections made.

Ref:- From the Board of Rev. (C.S.) Ref. No. 40068/CV/50 C.S. dt 18.9.51

In the forwarded with the Board's ref. cited, the Collector of South Kanara has presumed that the South Kanara Central Co-op. Stores is eligible to recoup the following items mentioned herein

Rs. A. P.

(1) Sales tax on item (1) viz on account of transport charges incurred in 1946-45 — 14 01 - 14 - 0.

(2) Sales tax on items (3) and (4). — 502 - 9 - 3

The Board of Rev (C.S.) has not offered its remarks on the Collr's presumption. The Board is requested to report whether the Collector's presumption is correct and if so to state why these amounts were omitted to be included in its original proposals for recompment of losses incurred by the Stores.

Board of Rev (CS) I 25/10 N.R. 15/11

27.9.51

27/9/57

1/10/57

O.N.

The draft Memo. at p. 1 above, which is self-explanatory is submitted for approval.

What about item (6) at p. 4 of ?

GAB 27/9/51 Dy 27/9/51

WB 29/9/51

Query of A.S. above:—

Submitted that the orders issued in Govt. Memo. at p. 7 of of (T) Cover item (6) mentioned at p. 4 of. In this Memo. Govt. have permitted the Stores to recoup the sum of Rs. 3232-8-11 referred to in this item.

As regards Sales tax on Rs. 3232-8-11, the Collr. has pointed out that the margin of profit allowed to the Stores for locally procured stocks is inclusive of Sales tax and as such, there is no claim for any Sale tax. The Bd. has also stated that the Collr. has not allowed the Stores to Collect the Sale tax on Rs. 3282-8-11 and has recommended that the Collr's action may be approved.

In view of the above, no specific action with regard to item (6) seems now called for. The draft memo. at p. 1 above may kindly be approved.

WB 1/10/51

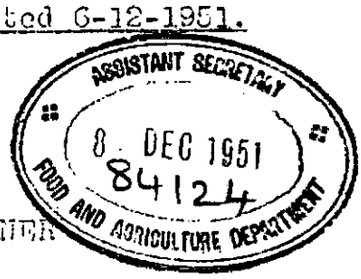
GAB 29.9.51 Dy 29/9/51

WB 1/10/51

BOARD OF REVENUE (CIVIL SUPPLIES).
ABSTRACT.
**

PROCUREMENT - paddy and rice - South Kanara district - claim of the South Kanara Central Co-operative Wholesale Stores Ltd., Mangalore - recoupment of the loss incurred by the stores - Further report - submitted.

BOARD'S REFERENCE NO. 40568-U.V/50-19 (CS) dated 6-12-1951.



From

Sri M.V. Subramanian, I.C.S.,
COMMISSIONER OF CIVIL SUPPLIES.

Sri K.S. Prakasa Rao, B.A.,
JOINT SECRETARY TO THE COMMISSIONER OF CIVIL SUPPLIES.

. . . .

Read: i. Government Memo. No. 65648-A/51-1 Food and Agriculture dated 1st October, 1951.

ii. Board's Ref. No. 40568-U.V/50-18 (CS) dated 23rd October, 1951 to the Collector of South Kanara.

iii. From the Collector of South Kanara Ref. P.2-22631/51 dated 17th November, 1951 and 22nd November, 1951.

-- - --

With reference to the report called for in the Government memorandum cited above, the Board submits a copy of the report dated 23-11-1951 of the Collector of South Kanara last cited. The Collector's report shows that the stores is eligible to recoup the sales tax on the amounts of bonus surcharge and transport charges, in as much as the stores is reported to have borne the sales tax itself. The question of the sales tax arose only after the Government passed orders on the original proposals, allowing recoupment of the amount by increasing the issue price of rice.

2. According to the final report of the Collector of South Kanara in his reference dated 17-11-1951 (copy enclosed) a sum of Rs. 49840-2-11 has been collected in July, 1951 and in August upto 18-8-51, from which date the enhancement in price was discontinued. After deducting the amount pending collection at the end of June, 1951, viz. Rs. 24329-2-7, the excess collection made by the South Kanara Central Co-operative Wholesale Stores is Rs. 25511-0-3. Against this, the stores may be allowed to adjust the sum of Rs. 1043-1-8 sanctioned in G.O.No. 605 Food and Agriculture dated 17--8--1951 and asked to remit to the Government the balance of Rs. 24467-14-7. As already submitted in the Board's reference No. 40568-U.V/50-17 dated 18--9--1951 the stores is not eligible to recoup the sales tax of Rs. 50-8-3 on the margin of profit allowed to it for recoupment by increasing the issue price and this amount cannot therefore be deducted from the excess collections.

K.R. Srinivasan
FOR JOINT SECRETARY. 6.12.51

To

The Secretary to Government,
Food and Agriculture department,
Madras. (with enclosures).

ck 6.12.

COPY OF: Letter No. Ref. P2-22631/51 dated 23--11--1951 from the Collector of South Kanara, Mangalore to the Secretary to the Commissioner of Civil Supplies, Board of Revenue, Chepauk, Madras.

- - -

Sub: PROCUREMENT - Paddy and rice - South Kanara District Recoupment of the loss incurred by S.K.C.C.W. Stores, Further report - submitted.

Ref: Board's Ref. No. 40668/50 UV/CS dated 24-10-1951.

. . . .

The President, S.K.C.C.W. Stores, Ltd., Mangalore has reported that sales tax on the increased price of Ø-8-0 per maund of rice sanctioned by the Government has not been collected. The addition of sales tax to the loss items permitted to be recouped is therefore in order.

2. The amounts of sales tax were not included in the original claims because of the fact that sales tax becomes operative only when the loss items are ordered to be recouped by an increase in the release price.

--TRUE COPY--

COPY OF: Letter No. Ref. P.2-22631/51 dated 17th November, 1951 from the Collector of South Kanara to the Secretary to the Commissioner of Civil Supplies, Board of Revenue, Chepauk, Madras.

Sub: PRICES - Revision of prices of rice with effect from 4-12-1949 - Purchase at higher rates after 4-12-1949 - Loss sustained by S.K.C.C.W.Stores - Recoupment - Report.

Ref: Bd' Ref. No. 146098/UVI/51-2 dated 23-10-1951 and reminder Ref. No. 146098/U.VI/51-3 dated 10-11-1951.

. . .

In continuation of my report Ref. C.No. W.7-22631/51 dated 28-8-51, I have to state that the S.K.C.C.W. Stores has collected the following amounts after June, 1951 by the extra levy of 8 annas per maund of rice.

Amount collected in July	Rs.	34526	13 6
Amount collected in August upto 18-8-51.		15313	5 4
Total.		49840	2 10

2. The demand or the amount which was pending collection at the end of June, 1951 was Rs. 24329-2-7 as already reported. The S.K.C.C.W.Stores has thus collected Rs. 25511-0-3 more. Against this excess the following amounts have been set off by the S.K.C.C.W.Stores.

a) Rs. 1043-1-3 sanctioned in G.O.Rt.No. 605 F & A dated 17-8-51.

b) Rs. 50-8-8 being the sales tax on Rs. 3252-8-11 sanctioned in Government memorandum 36141-A/51-1 F & A dated 6-6-51.

The total amount adjusted is thus Rs. 1093-9-11. The net excess collection made by the S.K.C.C.W. Stores is Rs. 24417--6--4.

--TRUE COPY--

C N Rajagopalan
SUPERINTENDENT. 8/12/51

FOOD & AGRI.(A) DEPT.

Sub: CIVIL SUPPLIES - Paddy and rice - South Kanara District - Claim of the South Kanara Central Co-operative Wholesale Stores Limited, Mangalore Recoupment of the Losses incurred by the Stores - Discontinuance of recoupment - excess collections made by the Stores - Refund - Ordered.

Read: G.O.MS.No.283, Food dated 16.2.1951.
G.O.MS.No.899, Food and Agri. dated 3.5.51.
G.O.MS.No.900, Food and Agri. dated 3.5.51.
Govt.Memo.No.36141 A/51-2 Food and Agri. dated 6.6.51.
G.O.MS.No.605, Food and Agri. dated 17.8.51.
From the Bd. of Rev.(CS) Ref.No.40568/UV/50 CS dated 18.9.51.
From the Bd. of Rev.(CS) Ref.No.40568-UV/50-19 (CS) dated 6.12.1951.

G.O.MS.No. 2483 dated 31.12.1951.

The Govt. permitted the recoupment of certain losses sustained by the South Kanara Central Co-op. Wholesale Stores, Mangalore by suitably increasing the issue price of paddy and rice. The Collector of South Kanara accordingly allowed the stores to increase the issue price of rice to consumers by Re.0-8-0 per Imp.Md. The details of the amounts permitted to be recouped by the Stores under the different orders of the Govt. are as shown below:

No. of Order.	Nature of loss.	Amount ordered to be recouped.
1	2	3
1.G.O.MS.No.283 Food, dated 16.2.51.	Loss on account of transport charges incurred in 1944-45	Rs.91,641 12
2.G.O.MS.No.899, Food and Agri. dated 3.5.51.	Sales tax paid on the amount of transport charges collected by the Stores during 1947-48 and 1948-49 upto 30.6.49.	Rs. 6,469 12 6
3. G.O.MS.No.900 Food and Agri. dated 3.5.1951.	Sales tax paid on collection of bonus surcharge.	Rs.25,694 13 8
4. Govt.Memo.No.36141-A/51-2 Food and Agri. dated 6.6.51.	Retrospective effect to the enhanced margin of profit allowed to the Stores, being the difference in the margin on the stocks handled from 1.10.50 to 27.1.1951.	Rs. 3,232 8 11
5. G.O.MS.No.605, F&A D/17.8.51.	Reimbursement of loss on a/c of revision of prices.	Rs. 1,043 1 8

2. The Collector of S.Kanara has now reported that the following amounts have also to be recouped by the Stores and accordingly requested that orders may be issued to permit the Stores to recoup these amounts:

(1) Sales tax on item (1) in para 1 above.	Rs.1431	14 6
(2) Sales tax on items (2) and (3) in para 1 above, viz. on Transport charges and bonus surcharge.	502	9 3
	1934	7 9

The Collector has also reported that the amounts of sales tax now proposed to be recouped were not included in the original claims because of the fact that sales tax became operative only when the items of losses are ordered to be recouped by an increase in the release price. The Board has also recommended that the Stores may be permitted to recoup the sum of Rs.1934-7-9 (Rs. One thousand Nine hundred and thirty four and annas seven and pies nine only). The Govt. accept the recommendation of the Board and permit the recoupment of this amount. The Govt. also approve the Collector's action in having allowed the stores to recoup this amount in anticipation of their sanction.

3. The Collector has stated that the stores is not eligible for a sum of Rs.50-8-3 claimed by it being the sales tax on Rs.~~3252-8-11~~ 3232-8-11 sanctioned in Govt.Memo.No. 36141 A/51-1 Food and Agri. dated 6.6.51 as the margin of profit allowed to the Stores for locally procured stocks is inclusive of sales tax. The Board has agreed with the view of the Collector. The Govt. accept the recommendation of the Collector and direct that this sum should not be permitted to be recouped by the Stores.

4. Thus the total amount allowed to be recouped ~~for~~ by the Stores comes to Rs.1,30,016-~~8~~-6 (Rs.1,28,082-0-9 plus Rs.1934-7-9). The Collector of S.K. has since reported that he has ordered the discontinuance of the

URGENT.
Ref.P2.22631.51.

S.K. Collector's Office,
Mangalore, dated 27.1.52.

05542

From

Sri A.R. Rajaratnam, B.A.,
Collector of South Kanara,
Mangalore.

To

The Secretary to the Commissioner
Civil Supplies, Board of Revenue (C.S.) Chepauk
Madras 5.

Sir,

PROCUREMENT- Paddy and Rice- South Kanara District- Recoupment of losses by S.K.C.C.W.Stores- Excess collections- Remittance.

***

Ref: Board's Ref.No.40568-UV/50 20.CS dated 21.1.52.

***

The President, S.K.C.C.W.Stores, has been asked to deposit the amount of Rs.24467.14.7 immediately so as to enable me to remit the amount to Government. As soon as he deposits funds the amount will be remitted by a D.D. It is presumed that the remittance should be made direct to Government and not to the Board.

Yours faithfully,

For Collector.

Copy submitted to the Secretary to the Government, Food and Agriculture Department, Fort St.George, with reference to G.O.Ms.2483(F and A) dated 31.12.51.

K.V./28.1.52

Page 1 ante.

~~Secretary~~ while the orders issued in G.O.Ms 2483 F & Agri dated 31.12.57 on file 11-13 (E) the Collr. of S.K anara has asked the President of the S.K.C.C.C. Ltd Stores to deposit the amount of Rs 24,867-14-7 so as to enable him to remit it to the Govt. His presumption that the amount should be remitted to the Govt. direct and not to the Bd. is correct. The Bd., to whom the letter is addressed will no doubt confirm the Collr.'s presumption. No action seems therefore called for on this. May be looked and added to papers at (E).

13 of (E)

for Secretary to Govt
31.1.58

31/1/58

17

Board of Revenue (Civil Supplies) Madras.

Subject:
Civil Supplies - Paddy and Rice - South Kanara District - c[illegible] of South Kanara Central Co-operative Wholesale St[illegible] Limited, Recoupment of the losses incurred by the Stores - Di[illegible] of recoupment excess collections made by the Stores - [illegible]

Board's Ref.No.40568-QII/50 Dated, 20-11-52.

From

Sri M.V. Subramanian, I.C.S.,
Commissioner of Civil Supplies.

--

Janab K. Ghulam Mahmood, I.A.S.,
Secretary to the Commissioner of
Civil Supplies.

--

Read: 1. Government Order Ms.No.2483 Food and Agriculture Department dated 31-12-51
2. From the Collector of South Kanara Ref.P.2.22631/51 dated 14-4-52.
3. From the Collector of South Kanara Ref.D.Dis.19003/52 dated 7-11-52.

In Government Order first cited, it was ordered that the sum of Rs.24,467-14-7 being the excess collection made by the Stores be recovered from it and remitted to the Government. In his reference 2nd cited (copy enclosed) the Collector has reported that according to the audited statement of collections furnished by the President of the Stores, the actual excess collection made was Rs.50,277-10-1 out of which Rs.24,467-14-7 was already remitted as ordered by the Government and that he asked the President to remit the balance of Rs.25,809-11-6 also. In his reference third cited, the Collector has reported that the entire excess collection of Rs.50,277-10-1 was realised from the Stores and remitted into the treasury.

for SECRETARY

To

The Secretary to Government, Food and Agriculture Dept Madras. (with enclosures)

Copy to the Accounts for file No.53761/52 LVII.

MRS:24-11.

COPY of the letter from the Collector of South Kanara,Mangalore, Ref.P.2.22631/51 dated, 14-4-52.

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Sub: Procurement and Distribution - South Kanara District - Losses sustained by the S.K.C.C.W. Stores, Reimbursement - Excess collections.

Ref: Board's Ref.No.40568-UV/50-22.CS dated, 29-3-52.

The audited statement of collections since furnished by the President, S.K.C.C. W. Stores, shows that the actual excess collection made is Rs.50277-10-1 out of which Rs.24467-14-7 has already been remitted to the Board. I am asking the President, S.K.C.C.W.Stores, to deposit in my P.D. Account the Balance of Rs.25809-11-6 immediately. As soon as the President makes the deposit, the amount will be remitted to the Board by a D.D.

2/- A monthwar statement has been called for from the President, S.K.C.C.W.Stores as ordered by the Board. On receipt of this statement, the figures will be compared with the de artmental figures obtained from the Taluk Supply Officers and a report of reconciliation will be submitted to the Board after complete verification is effected in due course.

sd.....
for Collector

Copy of the letter from the Collector of South Kanara, Mangalore, D.Dis.19003-52 dated, 7-11-52.

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Subject: Procurement - Paddy and Rice - South Kanara District - Claim of South Kanara Central Coop. Stores Limited, Losses-reimbursement - Exce s collection - Rectification Report - submitted.

Ref: (1) Board's Ref.40568-UV/UII-50/25 CS d/15-7-52
(2) My Ref.P.2.22631/51 dated 14-4-52.

Out of the total excess collection of Rs.50,277-10-1 a sum of Rs.24467-14-7 was remitted into the Treasury by the President S.K.C.C.W.Stores, Ltd., Mangalore under chalan No.63/596 dated, 14-2-52 and the balance of Rs.25,809-11-6 was remitted into the Treasury as per chalan No.100/769 dated 19-6-52.

2/- The President, S.K.C.C.W. Stores, Limited, Mangalore states that as no specific instructions were issued eto his Stores, to collect Taluk war figures of sales and collections, only the progress -ive cash collections were compiled and consolidated returns submitted by him. A copy of the consolidated return received from him is submitted herewith. A copy of the President's letter No.R.C.1./51 T.C. dated 3-11-52 is also enclosed for information.

sd.....
for Collector

(True Copy)

25.11.52

25/11/52

Statement showing the additional transport surcharge collected by the S.K.C.C.W.Stores Ltd., Mangalore.

I

Month.	Amount as reported by the S.K.C.W.S. Ltd.	Amount as per audit.
August, 50.	13,607--2-11	6,000--7--2
September, 50.	27,916-14--7	26,009-13--8
October, 50.	9,242--9--2	46,605-12--1
November, 50.	15,022--7--8	16,645--2--7
December, 50.	12,256--1--6	21,785--6--2
January, 51.	8,857-13-11	10,925--9--0
February, 51.	26,205--8--6	15,911--4-10
March, 51.	14,334--8--8	16,072--4--2
April, 51.	17,627-11--6	16,662--9--6
May, 51.	25,075-11--3	28,361--5--6
June, 51.	38,456-12-10	26,567..2..4
	2,08,603--6--6	2,31,546-13--0
July, 51.	34,526-13--6	34,545-14--6
August,51.	15,313--5--4	18,160--9--4
	49,840--2-10	52,706--7-10
Grand Total.	2,58,443--9--4	2,84,253--4-10

II.

Claims allowed: Claim.	Sales Tax.	Total.
1,02,359-12--3	1,599--6--0	1,03,959--2--3
91,641-12--0	1,431-14--6	93,073-10--6
25,694-13--8	502--9--9	32,667--3--5
6,469-12--0		
3,232--8-11	50--8--3	3,283--1--2
1,043--1--8	---	1,043--1--8

Total collections made by the Stores as per Statement I.	2,84,253--4-10
Total claim allowed (adjusted by the Stores).	2,34,026--3--0
Excess collection made by the Stores.	,50,227--1-10

Certified to be correct: 50,227--1-10.

28.11.52

-/True Copy/-

Sd. x x x x x x x x x x,
Auditor, S.K.C.C.W.Stores Ltd.,
Mangalore.

Copy of the letter R.C.1/51 TC dated 3-11-1952 from the President, S.K.C.C.W. Stores, Limited, Mangalore, to the Collector of South Kanara.

Sub: Procurement and Distribution - South Kanara District - Losses incurred - Reimbursement - Excess collections etc. Position - clarified.

Ref: Your C.No.19003-52-P1 dated 22-7-52 and P2.22631-51 dated, 14-10-51.

The statement of additional transport charges collected to recoup the loss incurred from 20-8-1950 to 19-8-51 duly certified by the Auditor of the Cooperative Department was submitted on 29-12-51 and the amount of excess collections thereon i.e. Rs.50227-10-1, was remitted in two instalments of Rs.24,467-14-7 and Rs.25,809-11-6, as per chalan receipts No.63/596 dated 14-2-52 dated 14-2-52 /100/769 dated 19-6-52 respectively.

2/- As no specific disrections were received by the Stores to collect the figures in respect of taluk war sales and collections thereon separately and as we had no previous instructions or intimation to do so, only the progressive cash collections were compiled and consolidated returns submitted to the Collector in each month. Even the Audit party was approsed of the situation and the matter was dropped then, as they found it impossible to collect the figures at a late date.

3/- We, therefore, humbly request that the Audited Statement may kindly be taken as final and further proving into the matter may kindly be dropped.

sd.....
for Collector.

(True Copy)

SUPERINTENDANT
26.11.52

C.No.65648-A/51

Food & Agri. Dept(A).

Sub:- PROCUREMENT - Paddy and Rice--South Kanara District--Claim of the South Kanara CentralCo-operative Wholesale Stores--Mangalore--Recoupment of loss incurred by the Stores--Report on the Collection made

PP 1-4 cf — From the Bd.of Rev.(C.S.)Ref.No.40068/UV/50 (CS), dated 18-9-1951.

P. 5 cf — Issued as Memo.No.65648-A/51-1 d. 1-10-1951.

PP 9-11 cf — From the Bd.of Rev.(C.S.)Ref.No.40568-UV/50-1 (CS) d. 6-12-1951

To A.S.

PP 1-4 & 9-11 cf — The Bd's references may please be perused. The Govt. have permitted/certain losses the recoupment of incurred by the South Kanara Central Co-op. Wholesale Stores by suitably increasing the issue price of paddy and rice. The following are the details of the amounts permitted to be recouped by the Stores under the different orders of the Govt; under the various heads:

	G.O.No.	Nature of loss.	Amount. Rs.
13-94 cf (S)	(1) G.O.Ms.No.283, Food d. 16-2-51.	Loss on a/c of transport charges incurred in 1944-45.	Rs. 91,641-12-
15-16 cf (C)	(2) G.O.Ms.No.899,F.&A d.3-5-51.	Sales tax paid on the amount of transport charges collected by the Stores during 1947-48 and 1948-49 upto 30-6-1949.	8,409-12-
PP 29-30 cf (D)	(3) G.O.Ms.No.900,F.&A. d. 3-5-51.	Sales tax paid on collection of bonus charge.	25,694-13-
PP 7-8 cf (B)	(4) Memo.No.36141/A/51-2 d. 6-6-51.	Retrospective effect to the enhanced margin of profit allowed to the stores being the difference in the margin on the stocks handled from 1-10-50 to 27-1-1951.	3,232--8-
25 cf (A)	(5) G.O.Ms.No.605,F.&a d.17-8-51.	Reiumbursement of loss on a/c of revision of prices.	1,043--1-
			1,28,082-0-

The Collector of South Kanara has now reported that the following amounts have also to be recouped by the Stores. The amounts represent the recoupment of sales tax as shown below but not covered by specific orders:

(1) Sales tax on item (1) on p.1 ante.	.. Rs.	1431--14--6.
(2) Sales tax on items on (2) and (3) on p.1 ante viz., transport charges charges and bonus surcharge.		502--9--3.
		1934-7-9
Amount already ordered to be recouped.		128,082-0-9
Total.		1,30,016-8-6

The Bd. was asked to state why the amounts now proposed to be recouped were not included in the original proposals for recoupment. The Bd. has submitted the Collr's report in the matter. The Collr. has stated that the amounts of sales tax were not included in the original claims because of the fact that sales tax became operative only when the ~~loss~~ items of loss are ordered to be recouped by an increase in the release price. The Collr. therefore considers that the claim for recoupment of the above two items (ie Rs 1934-7-9) is in order. Thus the total amount to be recouped by the Stores comes to Rs. ~~1,28,973-6-10~~ 1,30,016-8-6. The Collr. has however stated that the Stores is not eligible to recoup the sales tax on the margin of profit allowed to the Stores for locally procured stocks as it is inclusive of sales tax (vide item (4) on p.1 ante). Accordingly, the sales tax amounting to Rs.50-8-3 in this regard has not been included by the Board for recoupment by the Stores.

As already stated, the Stores was permitted to recoup the losses by increasing the release price by 0-8-0 per md. ~~and the~~ and instructions were issued to discontinue the increase in the release price when the

Food & Agri.Dept.(A).

C.No.77386-A/52.

Subject:- C.S. - Paddy & Rice. S South Kanara District - Claim of South Kanara Central Co-op.Wholesale Stores Ltd Recoupment of the losses incurred by the Stores-- Discontinuande of recoupment - Excess collections made by the Stores--Refund.

From the Bd.of Rev.(C.S.)Ref.No.40568-UII/50 d. 20-11-1952.

To A.S.

The Bd's ref. in the c.f. and the enclosures thereto .3-7 c.f. may be perused.

In G.O.Ms.No.2483, F.& A. d. 31-12-1951, the Govt.ordered that a sum of Rs.24,467-14-7 being the excess collections made by the Stores, in the process of recoupment of certain losses sustained by it, by an increase of 8 annas per md. in the issue price, should be recovered from the Stores and remitted to the Govt. The Collr.of South Kanara has since reported to the Board that according to the audited statement of collections furnished by the President of the Stores, the actual excess collections made by the Stores, amounted to Rs.50,277-10-1, out of which Rs.24,467-14-7 referred to above was already recovered and remitted to the Govt. The Collr.has also reported to the Bd. that the entire excess collection of Rs.50,277--10--1 was realised from the Stores and remitted into the Treasury since. The Bd. has reported the above facts for the information of the Govt. The Collr.of South Kanara has already been told that the increase in the issue price by 8 annas per md. should have been discontinued much earlier than 19-8-1951 so as to have avoided the excess collection and the burden on the consumers and he was requested to avoid such irregularities in future.

No action is called for on the Board's present ref. in the c.f. The papers may be lodged and added to G.O.Ms.No. 2483, F.& A. d. 31-12-1951 at(B) after perusal by Finance.

ADDITIONAL DEPUTY SECRETARY TO GOVERNMENT 90471 4 DEC 1952 P.W.R. FINANCE DEPARTMENT

ASSISTANT SECRETARY 8007 10 DEC 1952 FOOD AND AGRICULTURE DEPARTMENT

Fin U.090471/P.W.R/52-1 8.12.52

Food & Agri Dept 7738-A/52-1 24/12/52

Fin. & Mgt. (A) Dep

Notes of Fin. at the bottom of
5. I ante may be formed

The papers may be lodged and
added to the Q.O. at (B) as already
ordered at p. 1 above.

Sd/
10.1.15